

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: **W. R. Grace & Co., et al**
Debtor

Case No. 01-01139 Jointly Administered
Reporting Period: December 2010

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)			See attached Attestation Form
Copies of bank statements			See attached Attestation Form
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			N/A
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date

Signature of Authorized Individual*

Date

Hudson La Force III

Printed Name of Authorized Individual

Senior Vice President and
Chief Financial Officer

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

W. R. Grace & Co.
Monthly Financial Report
December 31, 2010

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Federal Income Tax Returns	N/A

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 December 2010					
	JP Morgan Chase Disbursement 9101013572	First Union Deposit Acct 2109500021812	Bank of America Lockbox 8188703107	JP Morgan Chase Holding 323223141	JP Morgan Chase Concentration 16001257
CASH BEGINNING OF MONTH	\$ 114,533	\$ 10,859	\$ 104,314	\$ 869,518	\$ (2,258,400)
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES			26,787		
ACCOUNTS RECEIVABLE - INTERCOMPANY					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					
DIP BORROWINGS					
TRANSFERS IN - THIRD PARTIES				155	729,240
TRANSFERS IN - NONFILING ENTITIES					
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	200,000				9,761,890
MISCELLANEOUS					
TOTAL RECEIPTS	200,000	-	26,787	155	10,491,130
DISBURSEMENTS					
PAYROLL					
PAYROLL TAXES					
TRADE PAYABLES - THIRD PARTIES					
TRADE PAYABLES - INTERCOMPANY					
ACCOUNT SECURITIZATION					
PAYMENTS AS SERVICER FOR GRPI					
DIP PRINCIPAL REPAYMENTS					
DIP INTEREST AND USAGE FEES					
TRANSFERS OUT - THIRD PARTIES	210,029	859			487,982
TRANSFERS OUT - NONFILING ENTITIES					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					4,775,159
MISCELLANEOUS					
TOTAL DISBURSEMENTS	210,029	859	-	-	5,263,141
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(10,029)	(859)	26,787	155	5,227,989
CASH - END OF MONTH	\$ 104,504	\$ 10,000	\$ 131,101	\$ 869,673	\$ 2,969,589

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 December 2010					
	Bank of America Lockbox 8188203114	Bank of America Securities LLC 22330134	First Union Concentration 2000000282172	First Union Payroll 2079900016741	First Union Libby Medical 2079900065006
CASH BEGINNING OF MONTH	\$ 57,116,826	\$ 622,400,081	\$ 989,728	\$ 62,320	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES	70,951,859				
ACCOUNTS RECEIVABLE - INTERCOMPANY	28,964,649				
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					
DIP BORROWINGS					
TRANSFERS IN - THIRD PARTIES		61,963			
TRANSFERS IN - NONFILING ENTITIES	115,351,183				
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		20,000,000	116,000,000	20,296,119	35,668
MISCELLANEOUS					
TOTAL RECEIPTS	215,267,691	20,061,963	116,000,000	20,296,119	35,668
DISBURSEMENTS					
PAYROLL				12,229,629	
PAYROLL TAXES				7,952,419	
TRADE PAYABLES - THIRD PARTIES					
TRADE PAYABLES - INTERCOMPANY					
ACCOUNT SECURITIZATION					
PAYMENTS AS SERVICER FOR GRPI					
DIP PRINCIPAL REPAYMENTS					
DIP INTEREST AND USAGE FEES					
TRANSFERS OUT - THIRD PARTIES	6,045,193				35,668
TRANSFERS OUT - NONFILING ENTITIES					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	136,000,000		115,152,624		
MISCELLANEOUS			10,183		
TOTAL DISBURSEMENTS	142,045,193	-	115,162,808	20,182,048	35,668
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	73,222,498	20,061,963	837,192	114,071	-
CASH - END OF MONTH	\$ 130,339,324	\$ 642,462,054	1,826,921	\$ 176,391	\$ -

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W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 December 2010		First Union Accts Payable 2079920005781	First Union Accts payable 2079900005280	First Union Accts Payable 2079900005231	SunTrust Payroll 00000141309	JP Morgan Chase Lockbox 304816494	Allfirst Payroll 16298657	First Union Petty Cash 2040000016900	Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125963172
CASH BEGINNING OF MONTH	\$ (3,470,002)	\$ -	\$ -	\$ 44,895	\$ 14,563	\$ -	\$ -	\$ 35,253	\$ 310,367	
RECEIPTS										
ACCOUNTS RECEIVABLE - THIRD PARTIES					5,731,615				-	994,458
ACCOUNTS RECEIVABLE - INTERCOMPANY									-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI									-	-
DIP BORROWINGS									-	-
TRANSFERS IN - THIRD PARTIES									442,728	256,728
TRANSFERS IN - NONFILING ENTITIES			515,494						-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	37,525,851	1,070,123	56,224,863					499,126	-	-
MISCELLANEOUS	379,996									
TOTAL RECEIPTS	37,905,847	1,585,618	56,224,863	-	5,731,615	-	499,126	442,728	1,251,185	
DISBURSEMENTS										
PAYROLL									36,066	-
PAYROLL TAXES									62,856	-
TRADE PAYABLES - THIRD PARTIES	37,641,140	1,585,618	55,752,057						-	770,899
TRADE PAYABLES - INTERCOMPANY									-	-
ACCOUNT SECURITIZATION									-	-
PAYMENTS AS SERVICER FOR GRPI									-	-
DIP PRINCIPAL REPAYMENTS									-	-
DIP INTEREST AND USAGE FEES									-	-
TRANSFERS OUT - THIRD PARTIES									244,186	442,000
TRANSFERS OUT - NONFILING ENTITIES									-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					5,744,505				-	-
MISCELLANEOUS			414,362	13	1,673				48,622	23,070
TOTAL DISBURSEMENTS	37,641,140	1,585,618	56,166,419	13	5,746,177	-	-	391,740	1,235,969	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	264,707	-	58,444	(13)	(14,563)	-	499,126	50,987	15,216	
CASH - END OF MONTH	\$ (3,205,295)	\$ -	\$ 58,444	\$ 44,882	\$ (0)	\$ -	\$ 499,126	\$ 86,240	\$ 325,583	

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W. R. Grace & Co. - Conn	
Schedule of Cash Receipts and Disbursements	
MOR-1	
December 2010	
	Banco Interam de Finanzas 007000107847
CASH BEGINNING OF MONTH	\$ -
RECEIPTS	
ACCOUNTS RECEIVABLE - THIRD PARTIES	-
ACCOUNTS RECEIVABLE - INTERCOMPANY	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-
DIP BORROWINGS	-
TRANSFERS IN - THIRD PARTIES	-
TRANSFERS IN - NONFILING ENTITIES	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-
MISCELLANEOUS	-
TOTAL RECEIPTS	-
DISBURSEMENTS	
PAYROLL	-
PAYROLL TAXES	-
TRADE PAYABLES - THIRD PARTIES	-
TRADE PAYABLES - INTERCOMPANY	-
ACCOUNT SECURITIZATION	-
PAYMENTS AS SERVICER FOR GRPI	-
DIP PRINCIPAL REPAYMENTS	-
DIP INTEREST AND USAGE FEES	-
TRANSFERS OUT - THIRD PARTIES	-
TRANSFERS OUT - NONFILING ENTITIES	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-
MISCELLANEOUS	-
TOTAL DISBURSEMENTS	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-
CASH - END OF MONTH	\$ -

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W. R. Grace & Co. - Conn							
Schedule of Cash Receipts and Disbursements							
MOR-1							
December 2010							
	Banco Interam de Finanzas 7000107707	HSBC Operating Acct 1128001	Bank Boston Operating Acct 154519	Cash In Transit	Cash on Hand	Other	
CASH BEGINNING OF MONTH	\$ -	\$ 86,400	\$ -	\$ 209,602	\$ (1,254,659)	\$ 8,589,209	
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES	-	581,968					
ACCOUNTS RECEIVABLE - INTERCOMPANY	-						
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	-					
DIP BORROWINGS	-						
TRANSFERS IN - THIRD PARTIES	-	-					
TRANSFERS IN - NONFILING ENTITIES	-	-					
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-	-					
MISCELLANEOUS	-						
TOTAL RECEIPTS	-	581,968		-	-		
DISBURSEMENTS							
PAYROLL	-	-					
PAYROLL TAXES	-	-					
TRADE PAYABLES - THIRD PARTIES	-	484,720					
TRADE PAYABLES - INTERCOMPANY	-	-					
ACCOUNT SECURITIZATION	-	-					
PAYMENTS AS SERVICER FOR GRPI	-	-					
DIP PRINCIPAL REPAYMENTS	-	-					
DIP INTEREST AND USAGE FEES	-	-					
TRANSFERS OUT - THIRD PARTIES	-	-					
TRANSFERS OUT - NONFILING ENTITIES	-	-					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-	-					
MISCELLANEOUS	-	3,041				(2,063,511)	
TOTAL DISBURSEMENTS	-	487,761		-	-	(2,063,511)	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	94,207		-	-	2,063,511	
CASH - END OF MONTH	\$ -	\$ 180,607	\$ -	\$ 209,602	\$ (1,254,659)	\$ 10,652,720	

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W. R. Grace & Co. - Conn	
Schedule of Cash Receipts and Disbursements	
MOR-1	
December 2010	
	CURRENT MONTH
	ACTUAL PROJECTED
CASH BEGINNING OF MONTH	\$ 683,975,417 \$ -
RECEIPTS	
ACCOUNTS RECEIVABLE - THIRD PARTIES	78,286,686
ACCOUNTS RECEIVABLE - INTERCOMPANY	28,964,649
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-
DIP BORROWINGS	-
TRANSFERS IN - THIRD PARTIES	1,490,813
TRANSFERS IN - NONFILING ENTITIES	115,866,677
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	261,613,641
MISCELLANEOUS	379,996
TOTAL RECEIPTS	486,602,463
DISBURSEMENTS	
PAYROLL	12,265,695
PAYROLL TAXES	8,015,276
TRADE PAYABLES - THIRD PARTIES	96,234,434
TRADE PAYABLES - INTERCOMPANY	-
ACCOUNT SECURITIZATION	-
PAYMENTS AS SERVICER FOR GRPI	-
DIP PRINCIPAL REPAYMENTS	-
DIP INTEREST AND USAGE FEES	-
TRANSFERS OUT - THIRD PARTIES	7,465,927
TRANSFERS OUT - NONFILING ENTITIES	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	261,672,288
MISCELLANEOUS	(1,562,547)
TOTAL DISBURSEMENTS	384,091,073
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	102,511,390
CASH - END OF MONTH	\$ 786,486,808 \$ -

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Remedium Group, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

December 2010

	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831985	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ (9,274)	\$ -	\$ (9,274)	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	-
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	-
DIP BORROWINGS				-	-
TRANSFERS IN - THIRD PARTIES				-	-
TRANSFERS IN - NONFILING ENTITIES				-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	2,287,677	557,774		2,845,451	
TOTAL RECEIPTS	2,287,677	557,774	-	2,845,451	-
DISBURSEMENTS					
PAYROLL				-	-
PAYROLL TAXES				-	-
TRADE PAYABLES - THIRD PARTIES				-	-
TRADE PAYABLES - INTERCOMPANY				-	-
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	-
DIP PRINCIPAL REPAYMENTS				-	-
DIP INTEREST AND USAGE FEES				-	-
TRANSFERS OUT - THIRD PARTIES		699,983		699,983	
TRANSFERS OUT - NONFILING ENTITIES				-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	2,287,677			2,287,677	
MISCELLANEOUS				-	-
TOTAL DISBURSEMENTS	2,287,677	699,983	-	2,987,660	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	(142,209)	-	(142,209)	
CASH - END OF MONTH	\$ -	\$ (151,483)	\$ -	\$ (151,483)	\$ -

W.R. Grace & Co. Schedule of Cash Receipts and Disbursements MOR-1 December 2010			
	JP Morgan Chase Pass Through 323881963	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	575,159	575,159	
TOTAL RECEIPTS	575,159	575,159	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	575,159	575,159	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	575,159	575,159	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Darex Puerto Rico, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

December 2010

	Citibank Operating Acct 300153011	Petty Cash	Other	Cash-in-Transit	CURRENT MONTH	
					ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 981,753	\$ -	\$ -	\$ -	\$ 981,753	\$ -
RECEIPTS						
		No Activity	No Activity	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES	(124,153)				(124,153)	
ACCOUNTS RECEIVABLE - INTERCOMPANY					-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					-	
DIP BORROWINGS					-	
TRANSFERS IN - THIRD PARTIES					-	
TRANSFERS IN - NONFILING ENTITIES					-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	(888,851)				(888,851)	
TOTAL RECEIPTS	(1,013,003)	-	-	-	(1,013,003)	-
DISBURSEMENTS						
PAYROLL	8,646				8,646	
PAYROLL TAXES	1,558				1,558	
TRADE PAYABLES - THIRD PARTIES	(31,966)				(31,966)	
TRADE PAYABLES - INTERCOMPANY					-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI					-	
DIP PRINCIPAL REPAYMENTS					-	
DIP INTEREST AND USAGE FEES					-	
TRANSFERS OUT - THIRD PARTIES					-	
TRANSFERS OUT - NONFILING ENTITIES					-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	(888,851)				(888,851)	
MISCELLANEOUS					-	
TOTAL DISBURSEMENTS	(910,613)	-	-	-	(910,613)	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(102,390)	-	-	-	(102,390)	-
CASH - END OF MONTH	\$ 879,363	\$ -	\$ -	\$ -	\$ 879,363	\$ -

Grace International Holdings Schedule of Cash Receipts and Disbursements MOR-1 December 2010			
	Grace International Holdings 323136524	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

CC Partners			
Schedule of Cash Receipts and Disbursements			
MOR-1			
December 2010			
	First Union Deposit Acct 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Kootenai Development Company			
Schedule of Cash Receipts and Disbursements			
MOR-1			
December 2010			
	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 38,361	38,361	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES	22,861	22,861	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS	18	18	
TOTAL DISBURSEMENTS	22,879	22,879	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(22,879)	(22,879)	-
CASH - END OF MONTH	\$ 15,481	\$ 15,481	\$ -

Grace Europe, Inc.			
Schedule of Cash Receipts and Disbursements			
MOR-1			
December 2010			
	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Gloucester New Communities Company, Inc. Schedule of Cash Receipts and Disbursements MOR-1 December 2010			
	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	500	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 500	\$ 500	\$ -

Dewey & Almy, LLC			
Schedule of Cash Receipts and Disbursements			
MOR-1			
December 2010			
	Miscellaneous	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW			
(RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

December 31, 2010

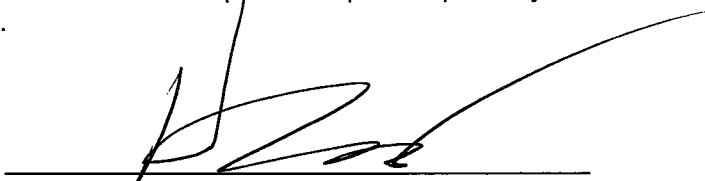
Office of the United States Trustee

Subject: Attestation Regarding Bank Account Reconciliations

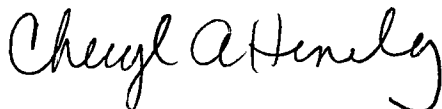
The debtor, W. R. Grace & Co, et al, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

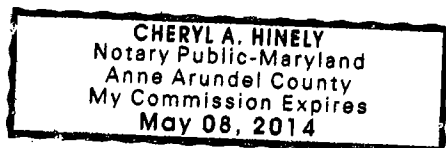
The debtor has, on a timely basis, performed all bank account reconciliations in the ordinary course of business. Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

GRACE


Name: Hudson La Force
Position: Senior Vice President and
Chief Financial Officer

Sworn to and Subscribed
before me on this 10 2011.
day of February, 2010.





W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended December 31, 2010

	W.R. Grace & Co. - Conn.	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.
<i>IRIS numbers</i>	all Conn*	005	063	074	078	197	317	407/702	495
Net sales to third parties	\$ 80,716,837	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	22,712,033	-	-	-	-	-	-	-	-
Net sales to filing entities	15,328	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	18,106,932	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	887,695	5,254,159	762,559	19,173	845,233	-	2,602,915	-	-
	122,438,825	5,254,159	762,559	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	52,693,352	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	18,714,642	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	138,221	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	(339,376)	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	19,528,721	-	(1,848)	-	-	27,500	-	3,276	-
Restructuring expenses	805,633	-	-	-	-	-	-	-	-
Research and development expenses	3,040,073	-	-	-	-	-	-	-	-
Defined benefit pension expense	4,774,949	-	-	-	-	-	-	-	-
Depreciation and amortization	5,446,438	-	1,848	-	-	-	-	-	-
Interest expense	3,349,171	-	-	-	-	-	-	-	-
Other expense (income), net	(2,463,825)	-	(114)	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	1,480,309	-	-	-	-	-	-	-	-
	107,168,308	-	(114)	-	-	27,500	-	3,276	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	15,270,517	5,254,159	762,673	19,173	845,233	(27,500)	2,602,915	(3,276)	-
(Provision for) benefit from income taxes	11,583,747	(1,838,956)	(229,390)	(6,711)	(295,832)	5,840	(911,021)	1	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 26,854,264	\$ 3,415,203	\$ 533,283	\$ 12,462	\$ 549,401	\$ (21,660)	\$ 1,691,894	\$ (3,275)	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended December 31, 2010									
	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation	Alewite Boston, Ltd.	Five Alewite Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
<i>IRIS numbers</i>	543	798	069	070	71	073	075	076	077
Net sales to third parties	\$ -	\$ 219,960	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	2,457,761	(47,528)	-	-	-	-	-	-	-
	2,457,761	172,432	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	124,133	9,594	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	113,259	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	68,844	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	(1,524,481)	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	(1,218,244)	9,594	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	2,457,761	1,390,676	(9,594)	-	-	-	-	-	-
(Provision for) benefit from income taxes	199,102	(538,897)	3,358	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 2,656,863	\$ 851,779	\$ (6,236)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended December 31, 2010									
	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern oil, Resin & Fiberglass, Inc.	Guanica- Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.
<i>IRIS numbers</i>	079	125	174	198	305	318	376	406/408	458
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	22,879	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	314	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	23,193	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(23,193)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	8,118	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ (15,075)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended December 31, 2010									
	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
<i>IRIS numbers</i>	462	465	477	479	480	481	506	516	519
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended December 31, 2010									
	W.R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.
<i>IRIS numbers</i>	523	539	548	557	563	572	587	621	625
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended December 31, 2010									
	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.
<i>IRIS numbers</i>	631	637	664	681	689	822	824	827	828
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended December 31, 2010								
	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company
<i>IRIS numbers</i>	835	848	856	877	880	na	na	na
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended December 31, 2010			
	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
<i>IRIS numbers</i>	LEVEL 2	BNF/L3/MI	
Net sales to third parties	\$ -	\$ -	\$ 80,936,797
Net sales to non-filing entities	-	-	\$ 22,712,033
Net sales to filing entities	(15,328)	-	\$ -
Interest and royalties from non-filing entities, net	-	-	\$ 18,106,932
Interest and royalties from filing entities, net	(12,781,967)	-	\$ -
	(12,797,295)	-	\$ 121,755,762
Cost of goods sold to third parties	-	-	\$ 52,827,079
Cost of goods sold to non-filing entities	-	-	\$ 18,714,643
Cost of goods sold to filing entities	(138,221)	-	\$ -
Cost of goods sold to related parties	-	-	\$ (339,376)
Selling, general and administrative expenses	-	-	\$ 19,693,788
Restructuring expenses	-	-	\$ 805,633
Research and development expenses	-	-	\$ 3,040,073
Defined benefit pension expense	-	-	\$ 4,774,949
Depreciation and amortization	-	-	\$ 5,517,445
Interest expense	-	-	\$ 3,349,171
Other expense (income), net	-	-	\$ (3,988,420)
Chapter 11 reorganization expenses, net of interest income	-	-	\$ 1,480,309
	(138,221)	-	\$ 105,875,293
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(12,659,074)	-	\$ 15,880,469
(Provision for) benefit from income taxes	-	-	\$ 7,979,359
Noncontrolling interest in income of subsidiary	-	-	\$ -
Equity in net income of non-filing entities	-	(8,688,369)	\$ (8,688,369)
Net (loss) income	\$(12,659,074)	\$ (8,688,369)	\$ 15,171,459

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2010

	W. R. Grace & Co. - Conn	W. R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 786,486,808	\$ -	\$ (151,483)	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	74,450,000	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	117,150,689	-	-	-	-	-
Accounts receivable - related party	4,353,614	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	337,287,624	(309,619,066)	(26,215,675)	12,872,292	(69,845,902)	(13,105,083)
Inventories	103,678,861	-	-	-	-	-
Deferred income taxes	19,952,423	-	(2,674,578)	-	-	-
Other current assets	19,975,852	-	-	-	-	-
Total Current Assets	1,463,335,871	(309,619,066)	(29,041,736)	12,872,292	(69,845,902)	(13,105,083)
Properties and equipment, net	406,053,471	-	289,618	-	-	-
Goodwill	31,053,634	-	-	-	-	-
Deferred income taxes	961,810,437	-	23,348,418	-	-	-
Asbestos-related insurance receivable	500,000,000	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,931,913,531)	1,231,645,805	120,236,901	6,432,018	279,362,910	-
Investment in filing and non-filing entities	1,149,231,771	241,512,111	-	-	-	-
Overfunded defined benefit pension plans	272,783	-	-	-	-	-
Investment of unconsolidated affiliates	56,399,611	-	-	-	-	-
Other assets	48,195,919	-	-	-	-	-
Total Assets	\$ 2,684,439,967	\$ 1,163,538,850	\$ 114,833,200	\$ 19,304,310	\$ 209,517,007	\$ (13,105,083)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ 808,927	-	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	2,253,880	-	-	-	-	-
Accounts payable	80,369,403	-	767,361	-	-	-
Accounts payable - related party	4,043,605	-	-	-	-	-
Income taxes payable	1,757,618	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	91,154,386	-	832	-	-	827
Total Current Liabilities	180,387,819	-	768,193	-	-	827
Debt payable after one year	2,545,505	-	-	-	-	-
Debt payable - related party	12,557,866	-	-	-	-	-
Underfunded defined benefit pension plans	367,689,925	-	-	-	-	-
Other liabilities	34,872,450	-	-	-	-	-
Total Liabilities Not Subject to Compromise	777,127,861	-	768,193	-	-	827
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	878,459,934	-	-	-	-	-
Drawn letters of credit plus accrued interest	32,937,723	-	-	-	-	-
Income tax contingences	(196,131,431)	150,179,830	(10,191,356)	631,132	28,392,351	(168,391)
Asbestos-related contingences	1,700,000,000	-	-	-	-	-
Environmental contingences	84,902,200	-	59,068,115	-	-	-
Postretirement benefits	181,130,967	-	-	-	-	-
Other liabilities and accrued interest	147,541,099	-	656,146	-	-	-
Total Liabilities Subject to Compromise	2,828,840,491	150,179,830	49,532,905	631,132	28,392,351	(168,391)
Total Liabilities	3,605,968,353	150,179,830	50,301,098	631,132	28,392,351	(167,564)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	83,968,960	845,019	12,223	1,000	-	1,000
Paid in capital	144,899,878	450,031,693	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(617,094,660)	608,398,948	54,795,430	(15,380,288)	125,113,080	(12,938,519)
Treasury stock, at cost	-	(45,916,740)	-	-	-	-
Accumulated other comprehensive (loss) income	(533,432,564)	100	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(921,658,386)	1,013,359,020	64,532,102	18,673,179	181,124,656	(12,937,519)
Noncontrolling interest	130,000	-	-	-	-	-
Total Equity (Deficit)	(921,528,386)	1,013,359,020	64,532,102	18,673,179	181,124,656	(12,937,519)
Total Liabilities and Equity (Deficit)	\$ 2,684,439,967	\$ 1,163,538,850	\$ 114,833,200	\$ 19,304,310	\$ 209,517,007	\$ (13,105,083)

Note #3
 Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 December 31, 2010						
	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 879,363	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	78,096	-	-	976,938	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(386,938,610)	5,763,410	140,524,854	(93,406,106)	945,479	(5,245,957)
Inventories	-	-	-	-	130,995	-
Deferred income taxes	-	0	-	-	56,229	-
Other current assets	-	-	-	-	(533)	0
Total Current Assets	(386,938,610)	5,841,506	140,524,854	(93,406,106)	2,988,470	(5,245,957)
Properties and equipment, net	-	-	-	-	363,670	-
Goodwill	-	-	-	-	1,256,948	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	684,983,335	(3,267,993)	-	21,926,483	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	54,000	-	-	4,198,430	-
Total Assets	\$ 298,044,726	\$ 2,627,513	\$ 140,524,854	\$ (12,810,158)	\$ 8,807,518	\$ (5,245,957)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	20,994	-	-	591,422	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	(1,757,350)	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	363,614	-	-	172,780	-
Total Current Liabilities	-	384,608	-	-	(993,148)	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	384,609	-	(169,509)	(974,148)	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	87,457,427	(1,162,348)	(150)	(11,996,314)	(1,399,990)	(429,809)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	(11,058)	-	-	133,907	-
Total Liabilities Subject to Compromise	87,457,427	(1,173,406)	(150)	(11,996,314)	(1,266,083)	(429,809)
Total Liabilities	87,457,427	(788,797)	(150)	(12,165,823)	(2,240,231)	(429,809)
Equity (Deficit)						
Preferred stock	112	-	-	-	-	-
Common stock	1,000	1,000	-	1,000	1,000	200
Paid in capital	(29,267,410)	-	25,358,993	61,845,489	13,074,177	274,606
(Accumulated deficit)/Retained earnings	239,853,596	(348,749)	115,166,011	(106,723,608)	(2,027,428)	(5,090,954)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	3,764,060	-	44,232,784	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	210,587,299	3,416,310	140,525,004	(644,335)	11,047,749	(4,816,148)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	210,587,299	3,416,310	140,525,004	(644,335)	11,047,749	(4,816,148)
Total Liabilities and Equity (Deficit)	\$ 298,044,726	\$ 2,627,513	\$ 140,524,854	\$ (12,810,158)	\$ 8,807,518	\$ (5,245,957)

Note #3
Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 December 31, 2010						
	Alewife Boston Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(2,143,580)	-	(57,817,172)	(110)	(330)	(27,731)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(2,143,580)	-	(57,817,172)	(110)	(330)	(27,731)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	34,053,467	54,500,000	54,500,000	56,011,577
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,983,846
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(210)	-	-	(110)	(330)	(7,489)
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(210)	-	-	(110)	(330)	(7,489)
Total Liabilities	(210)	-	-	(110)	(330)	(7,489)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	931,540	1	130	130
Paid in capital	-	-	9,408,460	54,499,999	54,499,870	54,499,870
(Accumulated deficit)/Retained earnings	(2,143,370)	-	(34,103,706)	-	-	1,491,335
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,991,335
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,991,335
Total Liabilities and Equity (Deficit)	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,983,846

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil, Resin & Fiberglass, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 15,481	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(276,983)	(26,614,022)	57,347,191	(7,283,826)	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(261,502)	(26,614,022)	57,347,191	(7,283,826)	-	-
Properties and equipment, net	7,536	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (253,965)	\$ (26,614,022)	\$ 57,347,191	\$ (7,283,826)	\$ -	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(545,204)	(195)	10,346,794	(230)	-	-
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(545,204)	(195)	10,346,794	(230)	-	-
Total Liabilities	(545,204)	(195)	10,346,794	(230)	-	-
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	-	5,150	-	-
Paid in capital	1,303,954	864,233	3,671,658	5,144,850	-	-
(Accumulated deficit)/Retained earnings	(1,012,715)	(27,478,060)	43,427,950	(12,433,596)	-	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	(99,212)	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	291,239	(26,613,827)	47,000,396	(7,283,596)	-	-
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	291,239	(26,613,827)	47,000,396	(7,283,596)	-	-
Total Liabilities and Equity (Deficit)	\$ (253,965)	\$ (26,614,022)	\$ 57,347,191	\$ (7,283,826)	\$ -	\$ -

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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	Guanica-Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	94,022	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	3	-	-
Total Current Liabilities	-	-	-	3	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	3	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(110)	-	(110)	(560)	(560)	(450)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	(110)	(560)	(560)	(450)
Total Liabilities	(110)	-	(110)	(557)	(560)	(450)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,000	2,000	29,000	1,000	1,000	26,000
Paid in capital	5,823,446	-	-	3,136,087	-	9,988,414
(Accumulated deficit)/Retained earnings	(52)	(10,966)	(1,147,993)	7,147,595	(110)	(12,431,678)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Total Liabilities and Equity (Deficit)	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2010

	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (1,230,613)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	-	(818)	(110)	(210)	(110)	(30)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	-	(818)	(110)	(210)	(110)	(30)
Total Liabilities	-	(818)	(110)	(210)	(110)	(30)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	1,000	1,000	1,000	50
Paid in capital	-	-	-	-	-	50
(Accumulated deficit)/Retained earnings	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	(50)	(1,230,683)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(1,230,583)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(1,230,583)
Total Liabilities and Equity (Deficit)	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (1,230,613)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 December 31, 2010						
	W. R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W. R. Grace Capital Corporation	Gloucester New Communities Company, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	91,572
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	36,708,315	-	(73,061)	(12,559,518)	(264,688)	(19,555,815)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	36,708,315	-	(73,061)	(12,559,518)	(264,688)	(19,463,742)
Properties and equipment, net	-	-	-	-	438,445	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	6,284,806	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	4,066
Total Assets	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757	\$ (19,459,676)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	4,066
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	199	-
Total Current Liabilities	-	-	-	-	199	4,066
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	199	4,066
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(821)	-	(110)	(265)	(759)	-
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(821)	-	(110)	(265)	(759)	-
Total Liabilities	(821)	-	(110)	(265)	(560)	4,066
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	5,000	-	1,000	85,539	1,000	5,000
Paid in capital	19,577,160	-	-	6,541,055	4,000	6,000,000
(Accumulated deficit)/Retained earnings	23,411,782	-	(73,951)	(19,185,847)	169,317	(25,468,742)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	42,993,942	-	(72,951)	(12,559,253)	174,317	(19,463,742)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	42,993,942	-	(72,951)	(12,559,253)	174,317	(19,463,742)
Total Liabilities and Equity (Deficit)	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757	\$ (19,459,676)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2010

	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	23,478,717	6,345,361	810,265	(48,413,250)	(185)	(86,721)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	23,478,717	6,345,361	810,265	(48,413,250)	(185)	(86,721)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (48,413,250)	\$ (185)	\$ (86,721)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(1,432)	(300)	(335)	(405)	(185)	(110)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(1,432)	(300)	(335)	(405)	(185)	(110)
Total Liabilities	(1,432)	(300)	(335)	(405)	(185)	(110)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,090,000	1,000	1,000	303,000	-	-
Paid in capital	33,631,999	18,090,032	-	37,765,000	-	1,900,000
(Accumulated deficit)/Retained earnings	(11,241,851)	(11,745,371)	809,600	(86,480,845)	-	(1,986,611)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	23,480,148	6,345,661	810,600	(48,412,845)	-	(86,611)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	23,480,148	6,345,661	810,600	(48,412,845)	-	(86,611)
Total Liabilities and Equity (Deficit)	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (48,413,250)	\$ (185)	\$ (86,721)

Note #3
 Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 December 31, 2010					
	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(35,903,123)	(14,135,725)	-	-	-
Investment in filing and non-filing entities	187,272,210	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839	\$ 875,359
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(119)	(110)	-	(360)	(310)
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(119)	(110)	-	(360)	(310)
Total Liabilities	(119)	(110)	-	(360)	(310)
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	(114,960)	100	1,000
Paid in capital	451,425,156	(2,089,027)	34,215,000	-	-
(Accumulated deficit)/Retained earnings	52,655,749	(7,657,976)	(49,850,704)	5,297,099	874,669
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669
Total Liabilities and Equity (Deficit)	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839	\$ 875,359

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 December 31, 2010					
	Grace H-G II Inc.	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(5,314)	108,080	130,215,533	145,239,206	(81,115,113)
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	(5,314)	108,080	130,215,533	145,239,206	(81,115,113)
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ (5,314)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(260)	(360)	21,450,461	21,450,636	(480)
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(260)	(360)	21,450,461	21,450,636	(480)
Total Liabilities	(260)	(360)	21,450,461	21,450,636	(480)
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	1,000	100	124,473
Paid in capital	-	-	30,293,750	13,880,108	51,173,713
(Accumulated deficit)/Retained earnings	(6,054)	107,440	78,470,322	109,908,362	(132,412,819)
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(5,054)	108,440	108,765,072	123,788,570	(81,114,633)
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	(5,054)	108,440	108,765,072	123,788,570	(81,114,633)
Total Liabilities and Equity (Deficit)	\$ (5,314)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 December 31, 2010					
	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	47,407,796	-	-	-	700,000
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	47,407,796	-	-	-	700,000
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	(1,323,702,717)
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	(1,201,282)
Total Assets	\$ 47,407,796	\$ -	\$ -	\$ -	\$ (1,324,203,999)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(110)	-	-	-	-
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	-	-	-
Total Liabilities	(110)	-	-	-	-
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	-	-	-	(86,493,960)
Paid in capital	7,308,934	-	-	-	(1,222,870,000)
(Accumulated deficit)/Retained earnings	40,097,972	-	-	-	3,159,961
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	(18,000,000)
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	47,407,906	-	-	-	(1,324,203,999)
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	47,407,906	-	-	-	(1,324,203,999)
Total Liabilities and Equity (Deficit)	\$ 47,407,796	\$ -	\$ -	\$ -	\$ (1,324,203,999)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 December 31, 2010			
	Conversion to Equity Method	Reporting Reclasses	COMBINED FILING ENTITIES
ASSETS			
Current Assets			
Cash and cash equivalents	\$ -	\$ -	\$ 787,230,669
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	\$ 74,450,000
Cash value of life insurance policies, net of policy loans	-	-	\$ -
Accounts and other receivables, net	-	-	\$ 118,297,295
Accounts receivable - related party	-	-	\$ 4,353,614
Receivables from/(payables to) filing and non-filing entities, net	-	200,000	\$ 106,797,438
Inventories	-	-	\$ 103,809,856
Deferred income taxes	-	91,618	\$ 17,425,692
Other current assets	-	-	\$ 19,975,320
Total Current Assets	-	291,618	\$ 1,232,339,864
Properties and equipment, net	-	-	\$ 407,152,740
Goodwill	-	-	\$ 32,310,582
Deferred income taxes	-	(178,923,788)	\$ 806,235,067
Asbestos-related insurance receivable	-	-	\$ 500,000,000
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	\$ 359,367,081
Investment in filing and non-filing entities	(265,930,149)	1,800,000	\$ 254,296,561
Overfunded defined benefit pension plans	-	-	\$ 272,783
Investment of unconsolidated affiliates	-	-	\$ 56,399,611
Other assets	-	-	\$ 51,251,133
Total Assets	\$ (265,930,149)	\$ (176,832,170)	\$ 3,699,625,442
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)			
Liabilities Not Subject to Compromise			
Current Liabilities			
Debt payable within one year	\$ -	\$ -	\$ 808,927
Debt payable - related party	-	-	\$ 2,253,880
Accounts payable	-	-	\$ 81,753,246
Accounts payable - related party	-	-	\$ 4,043,605
Income taxes payable	-	-	\$ 268
Asbestos-related liability expected to be disbursed within one year	-	-	\$ -
Other current liabilities	-	2,866,228	\$ 94,558,868
Total Current Liabilities	-	2,866,228	\$ 183,418,794
Debt payable after one year	-	-	\$ 2,545,505
Debt payable - related party	-	-	\$ 12,557,866
Underfunded defined benefit pension plans	-	-	\$ 367,689,925
Other liabilities	-	-	\$ 34,872,450
Total Liabilities Not Subject to Compromise	-	(176,057,560)	\$ 601,084,540
Liabilities Subject to Compromise			
Debt, pre-petition plus accrued interest	-	-	\$ 878,459,934
Drawn letters of credit plus accrued interest	-	-	\$ 32,937,723
Income tax contingences	-	-	\$ 97,865,175
Asbestos-related contingences	-	-	\$ 1,700,000,000
Environmental contingences	-	-	\$ 143,970,315
Postretirement benefits	-	-	\$ 181,130,967
Other liabilities and accrued interest	-	(8,574,610)	\$ 139,745,485
Total Liabilities Subject to Compromise	-	(8,574,610)	\$ 3,174,109,599
Total Liabilities	-	(184,632,170)	\$ 3,775,194,139
Equity (Deficit)			
Preferred stock	-	-	\$ 112
Common stock	-	-	\$ 847,695
Paid in capital	-	-	\$ 455,693,687
(Accumulated deficit)/Retained earnings	(245,603,189)	2,000,000	\$ 31,738,340
Treasury stock, at cost	-	-	\$ (45,916,740)
Accumulated other comprehensive (loss) income	(20,326,960)	5,800,000	\$ (518,061,791)
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(265,930,149)	7,800,000	\$ (75,698,697)
Noncontrolling interest	-	-	\$ 130,000
Total Equity (Deficit)	(265,930,149)	7,800,000	\$ (75,568,697)
Total Liabilities and Equity (Deficit)	\$ (265,930,149)	\$ (176,832,170)	\$ 3,699,625,442

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

Chart 5

W. R. Grace & Co. - Conn Status of Postpetition Taxes MOR-4 December 31, 2010				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ 133,502	\$ 2,599,038	\$ (2,599,038)	\$ 133,502
FICA - Employee	9,245	983,590	(982,372)	10,463
FICA and payroll- Employer	2,661,000	984,005	(2,863,662)	781,343
Unemployment	-	665	(665)	-
Other	-	5,643	(5,643)	-
Total Federal Taxes	\$ 2,803,747	\$ 4,572,941	\$ (6,451,380)	\$ 925,308
State and Local				
Withholding	\$ 79,991	\$ 837,644	(837,644)	\$ 79,991
Sales & Use	488,594	492,550	(312,362)	668,782
Property Taxes	2,104,798	211,608	(188,282)	2,128,124
Other	-	-	-	-
Total State and Local	\$ 2,673,383	\$ 1,541,802	\$ (1,338,288)	\$ 2,876,897
Total Taxes	\$ 5,477,130	\$ 6,114,743	\$ (7,789,668)	\$ 3,802,205

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Remedium Group, Inc. Status of Postpetition Taxes MOR-4 December 31, 2010				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ 4,990	\$ (4,990)	\$ -
FICA - Employee	-	877	(877)	-
FICA and payroll- Employer	-	877	(877)	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ 6,744	\$ (6,744)	\$ -
State and Local				
Withholding	\$ -	\$ 366	\$ (366)	\$ -
Sales & Use	437	-	(414)	23
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ 437	\$ 366	\$ (780)	\$ 23
Total Taxes	\$ 437	\$ 7,110	\$ (7,524)	\$ 23

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Grace Washington, Inc. Status of Postpetition Taxes MOR-4 December 31, 2010				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ 5,269	\$ (5,269)	\$ -
FICA - Employee	-	289	(289)	-
FICA and payroll- Employer	-	289	(289)	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ 5,847	\$ (5,847)	\$ -
State and Local				
Withholding	\$ -	\$ 1,106	\$ (1,106)	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ 1,106	\$ (1,106)	\$ -
Total Taxes	\$ -	\$ 6,953	\$ (6,953)	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

L B Realty, Inc. Status of Postpetition Taxes MOR-4 December 31, 2010				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	-	-	-
FICA and payroll- Employer	-	-	-	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ -	\$ -	\$ -
State and Local				
Withholding	\$ -	\$ -	\$ -	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ -	\$ -	\$ -
Total Taxes	\$ -	\$ -	\$ -	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Darex Puerto Rico, Inc. Status of Postpetition Taxes MOR-4 December 31, 2010				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	779	(779)	-
FICA and payroll- Employer	-	779	(779)	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ 1,558	\$ (1,558)	\$ -
State and Local				
Withholding	\$ -	\$ -	\$ -	\$ -
Sales & Use	(295)	325	(28)	2
Property Taxes	32,418	15,582	-	48,000
Other	-	-	-	-
Total State and Local	\$ 32,123	\$ 15,907	\$ (28)	\$ 48,002
Total Taxes	\$ 32,123	\$ 17,465	\$ (1,586)	\$ 48,002

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 6

W. R. Grace & Co. - Conn
Accounts Receivable Reconciliation and Aging
MOR-5
December 2010

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ 96,518,382
Amounts billed during the period	\$ 80,716,837
Amounts collected during the period	\$ (78,286,686)
Other	\$ 386,746
Trade accounts receivable at the end of month, gross	\$ 99,335,279

Trade Accounts Receivable Aging

Current	\$ 100,923,282
1-30 days past due	\$ 9,784,689
31-60 days past due	\$ 4,319,325
+61 days past due	\$ (15,692,017)
Trade accounts receivable, gross	\$ 99,335,279
Allowance for doubtful accounts	\$ (1,533,705)
Trade accounts receivable, net	\$ 97,801,574

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ 97,801,574
Customer notes and drafts receivable	\$ 840,413
Pending customer credit notes	\$ (339,847)
Advances and deposits	\$ 2,461,222
Nontrade receivables, net	\$ 16,387,326
Total notes and accounts receivable, net	\$ 117,150,689

Chart 6

Grace Washington, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
December 2010

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -

Trade Accounts Receivable Aging

Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 6

Darex Puerto Rico, Inc. Accounts Receivable Reconciliation and Aging MOR-5 December 2010	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ 1,248,536
Amounts billed during the period	219,960
Amounts collected during the period	124,153
Other	(437,956)
Trade accounts receivable at the end of month, gross	\$ 1,154,693
Trade Accounts Receivable Aging	
Current	\$ 949,514
1-30 days past due	251,780
31-60 days past due	175,204
+61 days past due	(221,806)
Trade accounts receivable, gross	1,154,693
Allowance for doubtful accounts	(185,221)
Trade accounts receivable, net	\$ 969,472

Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ 969,472
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	7,466
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ 976,938

Chart 6

Remedium Group, Inc. Accounts Receivable Reconciliation and Aging MOR-5 December 2010	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 6

Gloucester New Communities Company, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
December 2010

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -

Trade Accounts Receivable Aging

Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	91,572
Total notes and accounts receivable, net	\$ 91,572

Chart 6

Grace Europe, Inc. Accounts Receivable Reconciliation and Aging MOR-5 December 2010	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	78,096
Total notes and accounts receivable, net	\$ 78,096

Chart 7

W.R. Grace & Co., et al Debtor Questionnaire MOR - 5 December 31, 2010		
	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X
2. Have any funds been disbursed from any account other than a debtor in possession account for this reporting period? If yes, provide an explanation below.		See Note #5 below
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in affect? If no, provide and explanation below.	X	
5. Are post-petition accounts payable and tax obligations current and paid to date? If no, provide an explanation.		See Note #6 below

Note #5

As part of the first day orders submitted to the court on April 2, 2001, an application for the Debtors to (a) continue and maintain their consolidated cash management system, (b) continue and maintain their existing bank accounts and (c) continue to use existing business forms and granting related relief was included. The Debtors have continued to use their existing bank accounts and no new debtor in possession accounts have been established.

Note #6

Generally yes. However, FICA taxes related to regular SERP payments (i.e., payments under Grace supplemental executive retirement plan) prior to 2008 were not paid, as a result of an administrative error. The amount involved is approximately \$300,000 with respect to employer contributions. Grace's advisors have contacted the IRS, and anticipate that this matter will be resolved in a satisfactory manner during 2011.

List assets sold/transferred outside the normal course of business over \$25,000:		
Description of Asset	Sale Date	Proceeds

Combined Chapter 11 Filing Entity Statements

Chart 8

W. R. Grace & Co. - Chapter 11 Filing Entities				
Combined Statements of Operations				
In millions	Month Ended December 31,		Twelve Months Ended December 31,	
	2010	2009	2010	2009
Net sales to third parties	\$ 80.9	\$ 63.3	\$ 877.4	\$ 899.9
Net sales to non-filing entities	22.7	36.5	334.0	483.2
Interest and royalties from non-filing entities	18.2	7.7	69.9	74.4
	121.8	107.5	1,281.3	1,457.5
Cost of goods sold to third parties	52.8	38.4	540.0	574.8
Cost of goods sold to related parties	(0.3)	(0.1)	(4.0)	(0.1)
Cost of goods sold to non-filing entities	18.7	14.1	205.4	383.6
Selling, general and administrative expenses	16.2	25.3	244.8	293.8
Restructuring costs	0.8	-	3.5	12.0
Depreciation and amortization	5.5	5.2	66.9	55.9
Research and development expenses	3.0	3.4	34.8	36.1
Defined benefit pension expense	4.8	5.8	57.3	69.4
Interest expense	3.3	3.3	39.7	37.3
Other (income) expense, net	(4.0)	(3.0)	(20.8)	(24.8)
Provision for environmental remediation	3.5	3.3	3.5	4.4
Chapter 11 expenses, net of interest income	1.5	1.8	17.7	48.0
	105.8	97.5	1,188.8	1,490.4
Income (loss) before income taxes and equity in net income of non-filing entities	16.0	10.0	92.5	(32.9)
Benefit from (provision for) income taxes	8.0	21.6	4.4	17.1
Income (loss) before equity in net income of non-filing entities	24.0	31.6	96.9	(15.8)
Equity in net income of non-filing entities	(8.8)	(12.3)	110.2	87.0
Net income (loss)	\$ 15.2	\$ 19.3	\$ 207.1	\$ 71.2

W. R. Grace & Co. - Chapter 11 Filing Entities

Combined Statements of Cash Flows

(in millions)	Twelve Months Ended December 31,	
	2010	2009
<u>Operating Activities</u>		
Net income (loss)	\$ 207.1	\$ 71.2
Reconciliation to net cash provided by operating activities:		
Depreciation and amortization	66.9	55.9
Equity in earnings of non-filing entities	(110.2)	(87.0)
Benefit from income taxes	(4.4)	(17.1)
Income taxes (paid), net of refunds received	12.9	35.6
Defined benefit pension expense	57.3	69.4
Payments under defined benefit pension arrangements	(51.4)	(43.1)
Repatriation of cash from foreign entities	116.0	170.6
Changes in assets and liabilities, excluding effect of foreign currency translation:		
Trade accounts receivable	(24.7)	23.5
Inventories	(17.3)	35.6
Accounts payable	13.9	(16.2)
Other accruals and non-cash items	(46.3)	22.9
Net cash provided by operating activities	219.8	321.3
<u>Investing Activities</u>		
Capital expenditures	(54.4)	(51.6)
Proceeds from termination of life insurance policies, net	-	67.6
Businesses acquired, net of cash acquired	(25.3)	-
Transfer to restricted cash and cash equivalents related to letter of credit facility	(77.7)	-
Proceeds from sales of product lines	-	40.6
Other investing activities	-	90.0
Net cash provided by (used for) investing activities	(157.4)	146.6
<u>Financing Activities</u>		
Net borrowings (repayments) under credit arrangements	28.9	(0.4)
Proceeds from exercise of stock options	10.4	1.4
Other financing activities	-	(1.5)
Net cash provided by (used for) financing activities	39.3	(0.5)
Increase (decrease) in cash and cash equivalents	101.7	467.4
Cash and cash equivalents, beginning of period	685.5	218.1
Cash and cash equivalents, end of period	\$ 787.2	\$ 685.5

Chart 10

W. R. Grace & Co. - Chapter 11 Filing Entities Combined Balance Sheets			
Amounts in millions	December 31, 2010	December 31, 2009	April 2, 2001
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 787.2	\$ 685.5	\$ 8.6
Restricted cash and cash equivalents as collateral for letter of credit facility	74.5	-	-
Cash value of life insurance policies, net of policy loans	-	-	-
Trade accounts receivable, less allowance of \$1.7 (2009 - \$3.0, Filing Date - \$0.7)	99.3	74.6	32.3
Accounts receivable - unconsolidated affiliate	4.4	6.4	-
Receivables from non-filing entities, net	106.8	64.5	51.2
Inventories	103.8	86.5	80.6
Deferred income taxes	17.4	29.2	80.9
Asbestos-related insurance expected to be realized within one year	-	-	17.0
Other current assets	39.0	31.9	33.4
Total Current Assets	1,232.4	978.6	304.0
Properties and equipment, net	407.2	399.6	400.4
Goodwill	32.3	25.3	13.6
Deferred income taxes	806.2	808.5	401.0
Asbestos-related insurance expected to be realized after one year	500.0	500.0	323.4
Loans receivable from non-filing entities, net	359.4	388.9	387.5
Investment in non-filing entities	254.3	254.0	121.0
Overfunded defined benefit pension plans	0.3	0.2	-
Deferred pension costs	-	-	236.0
Investment in unconsolidated affiliates	56.4	45.8	-
Other assets	51.2	44.9	136.6
Total Assets	\$ 3,699.7	\$ 3,445.8	\$ 2,323.5
LIABILITIES AND EQUITY (DEFICIT)			
Liabilities Not Subject to Compromise			
Current Liabilities			
Debt payable within one year	\$ 0.8	\$ 0.2	\$ -
Debt payable - unconsolidated affiliate	2.3	1.8	-
Accounts payable	81.8	67.9	-
Accounts payable - unconsolidated affiliate	4.0	0.3	-
Other current liabilities	94.6	126.6	-
Total Current Liabilities	183.5	196.8	-
Debt payable after one year	2.5	0.3	-
Debt payable - unconsolidated affiliate - long term	12.6	10.5	-
Underfunded defined benefit pension plans	367.7	359.6	-
Other liabilities	34.9	30.6	31.5
Total Liabilities Not Subject to Compromise	601.2	597.8	31.5
Liabilities Subject to Compromise			
Debt plus accrued interest	911.4	882.0	511.5
Income tax contingencies	97.9	117.9	242.1
Asbestos-related contingencies	1,700.0	1,700.0	1,002.8
Environmental contingencies	144.0	148.4	164.8
Postretirement benefits	181.1	171.2	256.2
Other liabilities and accrued interest	139.7	127.6	188.6
Total Liabilities Subject to Compromise	3,174.1	3,147.1	2,366.0
Total Liabilities	3,775.3	3,744.9	2,397.5
Equity (Deficit)			
Common stock	0.7	0.7	0.8
Paid in capital	455.9	445.9	432.6
Retained earnings (Accumulated deficit)	31.7	(175.4)	(201.8)
Treasury stock, at cost	(45.9)	(55.9)	(136.4)
Accumulated other comprehensive loss	(518.1)	(514.5)	(169.5)
Total W.R. Grace & Co. Chapter 11 Filing Entities Shareholders' Equity (Deficit)	(75.7)	(299.2)	(74.3)
Noncontrolling interest	0.1	0.1	0.3
Total Equity (Deficit)	(75.6)	(299.1)	(74.0)
Total Liabilities and Equity (Deficit)	\$ 3,699.7	\$ 3,445.8	\$ 2,323.5

Chart 11

**W. R. Grace & Co.
Filing Entity Supplemental Financial Information
December 31, 2010**

Basis of Presentation

The interim Combined Financial Statements presented herein represent the results of operations, cash flows and financial position of the Debtors. These financial statements pertain to periods beginning with, and subsequent to, the Filing Date and have been prepared in conformity with requirements of the Bankruptcy Court. Consequently, these financial statements do not purport to present the financial performance of W. R. Grace & Co. in conformity with U.S. generally accepted accounting principles which would require the consolidation of all controlled subsidiaries and more extensive notes and analysis related to the worldwide operations of W. R. Grace & Co. Financial activity of non-Debtor entities is not presented herein. However, all non-Debtor entities are either directly or indirectly controlled by the Debtors and, accordingly, non-Debtor financial results are reflected under the equity method of accounting. These financial statements are unaudited and should be read in conjunction with the consolidated financial statements presented in the Company's 2009 Annual Report on Form 10-K and other periodic filings with the U.S. Securities and Exchange Commission.

These interim Combined Financial Statements reflect all adjustments that, in the opinion of management, are necessary for a fair presentation of the results of the interim periods presented under U.S. generally accepted accounting principles; all such adjustments are of a normal recurring nature. All significant inter-Debtor accounts and transactions have been eliminated. Transactions and balances with non-Debtor entities are separately disclosed.

Other Balance Sheet Accounts

<i>(In millions)</i>	December 31, 2010	Filing Date
Inventories		
Raw materials	\$ 21.0	\$ 20.3
In process	18.9	16.2
Finished products	52.7	63.8
Other	11.2	9.6
Less: Adjustment of certain inventories to a last-in/first-out (LIFO) basis	--	(29.3)
	\$ 103.8	\$ 80.6
Other Assets		
Deferred charges	14.4	40.4
Cash value of life insurance policies, net of policy loans	5.0	64.1
Long-term receivables	0.2	1.9
Long-term investments	3.7	2.1
Patents, licenses and other intangible assets, net	16.6	25.2
Fair value of currency forward contracts	11.3	--
Other assets	--	2.9
	\$ 51.2	\$ 136.6
Other Current Liabilities		
Accrued compensation	\$ 40.2	\$ --
Accrued commissions	4.7	--
Customer programs	12.9	--
Accrued freight	5.4	--
Accrued reorganization fees	6.0	--
Fair value of commodity contracts	1.5	--
Other accrued liabilities	23.9	--
	\$ 94.6	\$ --
Other Liabilities		
Deferred royalty income – non-filing entities	\$ --	\$ 31.5
Accrued compensation	3.9	--
Other accrued liabilities	31.0	--
	\$ 34.9	\$ 31.5
Other Liabilities Subject to Compromise		
Accrued interest on pre-petition liabilities	59.8	--
Accounts payable	31.1	43.0
Retained obligations of divested businesses	28.6	43.5
Other accrued liabilities	20.2	102.1
	\$ 139.7	\$ 188.6

Accrued compensation in the table above includes salaries and wages as well as estimated current amounts due under the annual and long-term incentive programs.

Debt

On December 31, 2010 and the Filing Date, Grace's debt was as follows:

Components of Debt <i>(In millions)</i>	December 31, 2010	Filing Date
Debt payable within one year		
DIP facility	\$ --	\$ --
Other short-term borrowings and related fees payable	0.8	--
	\$ 0.8	\$ --
Debt payable after one year		
DIP facility	\$ --	\$ --
Other long-term borrowings	2.5	--
	\$ 2.5	\$ --
Debt Subject to Compromise		
Bank borrowings	\$ 500.0	\$ 500.0
Accrued interest on bank borrowings	378.5	
Drawn letters of credit	26.1	--
Accrued interest on drawn letters of credit	6.8	--
8.0% Notes Due 2004	--	5.7
7.75% Notes Due 2002	--	2.0
Other borrowings	--	1.2
Accrued interest	--	2.6
	\$ 911.4	\$ 511.5
Weighted average interest rates on total debt	3.4%	6.1%

On March 2, 2010, Grace terminated its debtor-in-possession (DIP) facility and replaced it with a \$100 million cash-collateralized letter of credit facility to support existing and new financial assurances. The terminated DIP facility also provided credit support for foreign currency and commodity derivatives. The asset backed arrangement of the DIP facility has been replaced with cash collateral accounts which secure the obligations arising from letters of credit, foreign currency and commodity transactions. At December 31, 2010, Grace held \$97.8 million in restricted cash and cash equivalents primarily to support this facility.

As of December 31, 2010, the Debtors had no revolving loans and \$69.5 million of standby letters of credit issued and outstanding under the facility.